

U.S. Corporation Income Tax Return

For calendar year 2007 or tax year beginning _____, 2007, ending _____, 2007
 ▶ See separate instructions.

2007

A Check if: 1a Consolidated return (attach Form 851) <input type="checkbox"/> b Life/nonlife consolidated return <input type="checkbox"/> 2 Personal holding co. (attach Sch. PH) <input type="checkbox"/> 3 Personal service corp. (see instructions) <input type="checkbox"/> 4 Schedule M-3 attached <input type="checkbox"/>	Use IRS label. Otherwise, print or type. Name _____ Number, street, and room or suite no. If a P.O. box, see instructions. _____ City or town, state, and ZIP code _____	B Employer identification number _____ C Date incorporated _____ D Total assets (see instructions) \$ _____
E Check if: (1) <input type="checkbox"/> Initial return (2) <input type="checkbox"/> Final return (3) <input type="checkbox"/> Name change (4) <input type="checkbox"/> Address change		

Income	1a	Gross receipts or sales		b	Less returns and allowances		c		1c	(35)
	2	Cost of goods sold (Schedule A, line 8)							2	(47)
	3	Gross profit. Subtract line 2 from line 1c							3	
	4	Dividends (Schedule C, line 19)							4	(43 + 44 + 66) *
	5	Interest							5	(36)
	6	Gross rents							6	(38)
	7	Gross royalties							7	(39)
	8	Capital gain net income (attach Schedule D (Form 1120))							8	(40 + 41)
	9	Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)							9	(42 + 63)
	10	Other income (see instructions—attach schedule)							10	(45)*
	11	Total income. Add lines 3 through 10							11	

Deductions (See instructions for limitations on deductions.)	12	Compensation of officers (Schedule E, line 4)							12	(48)
	13	Salaries and wages (less employment credits)							13	(49)
	14	Repairs and maintenance							14	(50)
	15	Bad debts							15	(51)
	16	Rents							16	(52)
	17	Taxes and licenses							17	(53)
	18	Interest							18	(54)
	19	Charitable contributions							19	(55)
	20	Depreciation from Form 4562 not claimed on Schedule A or elsewhere on return (attach Form 4562)							20	(57)
	21	Depletion							21	(58)
	22	Advertising							22	(59)
	23	Pension, profit-sharing, etc., plans							23	(60)
	24	Employee benefit programs							24	(61)
	25	Domestic production activities deduction (attach Form 8903)							25	(62)
	26	Other deductions (attach schedule)							26	(56 + 64)
	27	Total deductions. Add lines 12 through 26							27	
	28	Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11							28	(68 + 69)
	29	Less: a Net operating loss deduction (see instructions)			29a	(72)			29c	(71)
	b Special deductions (Schedule C, line 20)			29b	(73)					

Tax and Payments	30	Taxable income. Subtract line 29c from line 28 (see instructions)							30	(74)
	31	Total tax (Schedule J, line 10)							31	
	32a	2006 overpayment credited to 2007	32a							
	b	2007 estimated tax payments	32b							
	c	2007 refund applied for on Form 4466	32c	()	d	Bal	32d	
	e	Tax deposited with Form 7004							32e	
	f	Credits: (1) Form 2439 (2) Form 4136							32f	
	32g								32g	
33	Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>							33		
34	Amount owed. If line 32g is smaller than the total of lines 31 and 33, enter amount owed							34		
35	Overpayment. If line 32g is larger than the total of lines 31 and 33, enter amount overpaid							35		
36	Enter amount from line 35 you want: Credited to 2008 estimated tax ▶							36		
								Refunded ▶		

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Sign Here	Signature of officer _____	Date _____	Title _____
	May the IRS discuss this return with the preparer shown below (see instructions)? <input type="checkbox"/> Yes <input type="checkbox"/> No		

Paid Preparer's Use Only	Preparer's signature _____	Date _____	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN _____
	Firm's name (or yours if self-employed), address, and ZIP code _____	EIN _____	Phone no. () _____	

* Other Receipts (45), includes Other Dividends on Sch. C and Other Income on Line 10.

Schedule A Cost of Goods Sold (see instructions)

1	Inventory at beginning of year	1		
2	Purchases	2		
3	Cost of labor	3		
4	Additional section 263A costs (attach schedule)	4		
5	Other costs (attach schedule)	5		
6	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	(47)	

9a Check all methods used for valuing closing inventory:

(i) Cost

(ii) Lower of cost or market

(iii) Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods ▶

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO **9d**

e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? Yes No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation Yes No

Schedule C Dividends and Special Deductions (see instructions)

	(a) Dividends received	(b) %	(c) Special deductions (a) × (b)
1 Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)		70	
2 Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)		80	
3 Dividends on debt-financed stock of domestic and foreign corporations		see instructions	
4 Dividends on certain preferred stock of less-than-20%-owned public utilities		42	
5 Dividends on certain preferred stock of 20%-or-more-owned public utilities		48	
6 Dividends from less-than-20%-owned foreign corporations and certain FSCs		70	
7 Dividends from 20%-or-more-owned foreign corporations and certain FSCs		80	
8 Dividends from wholly owned foreign subsidiaries		100	
9 Total. Add lines 1 through 8. See instructions for limitation			
10 Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11 Dividends from affiliated group members		100	
12 Dividends from certain FSCs		100	
13 Dividends from foreign corporations not included on lines 3, 6, 7, 8, 11, or 12			
14 Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15 Foreign dividend gross-up			
16 IC-DISC and former DISC dividends not included on lines 1, 2, or 3			
17 Other dividends			
18 Deduction for dividends paid on certain preferred stock of public utilities			
19 Total dividends. Add lines 1 through 17. Enter here and on page 1, line 4			
20 Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on page 1, line 29b ▶			(73)

Schedule E Compensation of Officers (see instructions for page 1, line 12)

Note: Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1) are \$500,000 or more.

	(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned		(f) Amount of compensation
				(d) Common	(e) Preferred	
1			%	%	%	
			%	%	%	
			%	%	%	
			%	%	%	
			%	%	%	
2	Total compensation of officers					
3	Compensation of officers claimed on Schedule A and elsewhere on return					
4	Subtract line 3 from line 2. Enter the result here and on page 1, line 12					

Schedule J Tax Computation (see instructions)

1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120))	<input type="checkbox"/>			
2	Income tax. Check if a qualified personal service corporation (see instructions)	<input type="checkbox"/>	2	(76)	
3	Alternative minimum tax (attach Form 4626).		3	(77)	
4	Add lines 2 and 3		4		
5a	Foreign tax credit (attach Form 1118)		5a	(78)	
b	Credits from Forms 5735 and 8834		5b		
c	General business credit. Check applicable box(es): <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form 5884 <input type="checkbox"/> Form 6478 <input type="checkbox"/> Form 8835, Section B <input type="checkbox"/> Form 8844 <input type="checkbox"/> Form 8846		5c	(79)	
d	Credit for prior year minimum tax (attach Form 8827)		5d	(80)	
e	Bond credits from: <input type="checkbox"/> Form 8860 <input type="checkbox"/> Form 8912		5e		
6	Total credits. Add lines 5a through 5e		6		
7	Subtract line 6 from line 4		7		
8	Personal holding company tax (attach Schedule PH (Form 1120))		8		
9	Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Form 8902 <input type="checkbox"/> Other (attach schedule)		9		
10	Total tax. Add lines 7 through 9. Enter here and on page 1, line 31		10	(81)	

Schedule K Other Information (see instructions)

	Yes	No		Yes	No
1 Check accounting method: a <input type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶			7 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of stock of the corporation entitled to vote or (b) the total value of all classes of stock of the corporation? If "Yes," enter: (a) Percentage owned ▶ and (b) Owner's country ▶		
2 See the instructions and enter the: a Business activity code no. ▶ b Business activity ▶ c Product or service ▶			c The corporation may have to file Form 5472 , Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter number of Forms 5472 attached ▶		
3 At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deduction of such corporation for the tax year ending with or within your tax year.			8 Check this box if the corporation issued publicly offered debt instruments with original issue discount. <input type="checkbox"/> If checked, the corporation may have to file Form 8281 , Information Return for Publicly Offered Original Issue Discount Instruments.		
4 Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? If "Yes," enter name and EIN of the parent corporation ▶			9 Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$		
5 At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing name and identifying number. (Do not include any information already entered in 4 above.) Enter percentage owned ▶			10 Enter the number of shareholders at the end of the tax year (if 100 or fewer) ▶		
6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.) If "Yes," file Form 5452 , Corporate Report of Nondividend Distributions. If this is a consolidated return, answer here for the parent corporation and on Form 851 , Affiliations Schedule, for each subsidiary.			11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here <input type="checkbox"/> If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election will not be valid.		
			12 Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) ▶ \$		
			13 Are the corporation's total receipts (line 1a plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000? If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 4. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. ▶ \$		

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash				(3)
2a	Trade notes and accounts receivable			(4)	
b	Less allowance for bad debts	()		(5)	
3	Inventories				(6)
4	U.S. government obligations				(7)
5	Tax-exempt securities (see instructions)				(8)
6	Other current assets (attach schedule)				(9)
7	Loans to shareholders				(10)
8	Mortgage and real estate loans				(11)
9	Other investments (attach schedule)				(12)
10a	Buildings and other depreciable assets			(13)	
b	Less accumulated depreciation	()		(14)	
11a	Depletable assets			(15)	
b	Less accumulated depletion	()		(16)	
12	Land (net of any amortization)				(17)
13a	Intangible assets (amortizable only)			(18)	
b	Less accumulated amortization	()		(19)	
14	Other assets (attach schedule)				(20)
15	Total assets				(2)
Liabilities and Shareholders' Equity					
16	Accounts payable				(22)
17	Mortgages, notes, bonds payable in less than 1 year				(23)
18	Other current liabilities (attach schedule)				(24)
19	Loans from shareholders				(25)
20	Mortgages, notes, bonds payable in 1 year or more				(26)
21	Other liabilities (attach schedule)				(27)
22	Capital stock: a Preferred stock				
	b Common stock				(29)
23	Additional paid-in capital				(30)
24	Retained earnings—Appropriated (attach schedule)				(31)
25	Retained earnings—Unappropriated				(32)**
26	Adjustments to shareholders' equity (attach schedule)				
27	Less cost of treasury stock	()			(33)
28	Total liabilities and shareholders' equity				(21)

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return

Note: Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more—see instructions

1	Net income (loss) per books		7	Income recorded on books this year not included on this return (itemize):	
2	Federal income tax per books			Tax-exempt interest \$ (37)***	
3	Excess of capital losses over capital gains				
4	Income subject to tax not recorded on books this year (itemize):				
5	Expenses recorded on books this year not deducted on this return (itemize):		8	Deductions on this return not charged against book income this year (itemize):	
a	Depreciation \$		a	Depreciation \$	
b	Charitable contributions \$		b	Charitable contributions \$	
c	Travel and entertainment \$				
6	Add lines 1 through 5		9	Add lines 7 and 8	
			10	Income (page 1, line 28)—line 6 less line 9	

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)

1	Balance at beginning of year		5	Distributions: a Cash	(82)
2	Net income (loss) per books			b Stock	(83)
3	Other increases (itemize):			c Property	(82)
			6	Other decreases (itemize):	
4	Add lines 1, 2, and 3		7	Add lines 5 and 6	
			8	Balance at end of year (line 4 less line 7)	

** Retained Earnings- Unappropriated (32), includes adjustments to shareholder's equity that are not shown separately.
 *** Tax-exempt interest (37), is collected from line 13(c) when Schedule M-3 is filed instead of Schedule M-1.